

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**FIDUCIARY FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2008

(In Thousands)

	PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS	PRIVATE PURPOSE TRUST FUNDS
ADDITIONS		
Contributions:		
From participants	\$ 728,280	\$ 363,026
From employers	2,495,381	-
From clients	-	65,206
From gifts, bequests, and endowments	-	23,473
From other plans	761	-
From other governmental	23,537	-
Investment Income:		
Net appreciation (depreciation) in fair value of investments	(11,736,002)	(337,882)
Interest, dividends, and other	1,488,553	97,207
Securities lending income	406,386	227
Less Investment Expense:		
Investment activity expense	126,426	-
Securities lending expense	345,355	200
Net investment income (loss)	(10,312,844)	(240,648)
Escheated property	-	60,794
Miscellaneous income	6,106	302
Transfers from other funds	7,450	-
Total Additions	(7,051,329)	272,152
DEDUCTIONS		
Benefits paid to participants or beneficiaries	4,368,921	112,774
Medical, dental, and life insurance for retirees	1,079,075	-
Refunds and transfers to other systems	72,564	-
Amounts distributed to clients, claimants, or third parties	-	152,977
Administrative expense	128,199	6,356
Transfers to other funds	88	-
Total Deductions	5,648,846	272,107
Net increase (decrease)	(12,700,175)	45
Net assets - Beginning of fiscal year - restated	68,341,652	1,951,794
Net assets - End of fiscal year	\$ 55,641,476	\$ 1,951,839
Reconciliation of Net Increase in Assets:		
Net increase (decrease) in assets held in trust for pension benefits	\$ (12,059,501)	\$ -
Net increase (decrease) in assets held in trust for postemployment benefits	11,999	-
Net increase (decrease) in assets held in trust for deferred compensation participants	(652,673)	-
Net increase (decrease) in assets held in trust for other purposes	-	45
Total net increase (decrease)	\$ (12,700,175)	\$ 45

The accompanying notes are an integral part of the financial statements.